

Chapter 4: Revenue to Beneficiaries

In total the trust lands have generated over \$1.7 billion for the beneficiaries during this 14-year period (an averaged \$121.1 million per year) since 1989. More than \$1.2 billion of that revenue came from timber, land, and other sales while Trust Land Transfer contributed an additional \$309.8 million or over 18 percent of all revenues to the beneficiaries. Leases contributed \$141.4 million, over 8 percent of the revenues. See Table 7.

Table 7: Revenue to Beneficiaries of Granted Lands from DNR Managed Lands FY 1989 through FY 2002

Source of revenue	Revenue In Millions	Percent of Total
Leases	\$141.4	8.3%
Trust Land Transfer	\$309.8	18.3%
Timber, Land and Other sales	\$1,244.2	73.4%
Total Transferred to Beneficiaries	\$1,695.4	100.0%

Revenues distributed to the granted trust beneficiaries from the trust assets managed by the department for the period 1989 through 2002 are shown in Tables 8 and 9. Table 8 shows the source of the revenue while Table 9 shows the specific trust and fund to which the revenues were distributed. Revenues to individual trusts are shown in Appendix B.

Table 8 shows the growth in lease revenue from irrigated agriculture and commercial real estate due to the diversification of trust holdings into these asset groups. Revenues from irrigated agriculture leases have more than doubled from \$1.5 million in 1989 to more than \$3.2 million in 2002. Revenue from commercial real estate increased from \$0.9 million in 1989 to \$5.6 million in 2002, a six-fold increase. While irrigated agricultural and commercial real estate holdings represent a small percent of the land assets portfolio, these data show the positive effect of asset value diversification on sustainable revenue.

**Table 8: Revenues Distributed to the Granted Trust Beneficiaries
From Granted Trust Assets managed by the Department of Natural Resources
By Source**

Fiscal Year	Sales				Leases						Other Revenue{3}	Grand Total
	Timber Sales {1}	Transferred Cutting Rights {2}	Trust Land transfer	Land Sales	Agriculture Irrigated	Agriculture Other	Commercial Real Estate	Communication Sites	Mineral and Hydrocarbon	Other leases		
FY1989	\$111.0	\$0.0	\$0.0	\$1.0	\$1.5	\$2.6	\$0.9	\$0.2	\$0.6	\$0.8	\$1.0	\$119.7
FY1990	\$145.6	\$0.0	\$57.1	\$0.8	\$1.4	\$2.2	\$1.0	\$0.3	\$0.4	\$0.5	\$4.9	\$214.1
FY1991	\$91.8	\$0.0	\$82.3	\$0.0	\$1.5	\$2.3	\$1.5	\$0.4	\$0.5	\$0.7	\$5.1	\$186.1
FY1992	\$79.7	\$0.0	\$11.4	\$0.2	\$1.4	\$2.2	\$2.1	\$0.4	\$0.5	\$0.9	\$0.9	\$99.6
FY1993	\$71.0	\$1.2	\$35.1	\$0.1	\$2.0	\$2.1	\$2.3	\$0.5	\$0.3	\$0.9	\$0.1	\$115.7
FY1994	\$52.8	\$1.2	\$5.1	\$0.1	\$2.1	\$3.1	\$2.8	\$0.5	\$0.5	\$0.5	\$0.4	\$69.0
FY1995	\$76.0	\$2.8	\$32.3	\$0.2	\$1.7	\$2.5	\$2.2	\$0.5	\$0.6	\$0.5	\$0.4	\$119.7
FY1996	\$100.2	\$5.7	\$0.0	\$0.3	\$2.2	\$3.3	\$3.2	\$0.6	\$0.7	\$0.9	\$0.6	\$117.5
FY1997	\$109.1	\$6.3	\$0.0	\$0.1	\$2.5	\$3.3	\$3.1	\$0.7	\$1.3	\$1.1	\$0.1	\$127.5
FY1998	\$81.4	\$5.0	\$2.1	\$2.5	\$2.4	\$3.1	\$3.5	\$0.8	\$1.7	\$0.8	\$0.3	\$103.7
FY1999	\$81.2	\$5.0	\$19.7	\$0.0	\$2.4	\$3.0	\$3.9	\$1.0	\$1.5	\$0.6	\$0.1	\$118.5
FY2000	\$77.8	\$4.5	\$24.7	\$0.0	\$2.4	\$2.6	\$4.5	\$1.1	\$1.6	\$0.8	\$0.2	\$120.1
FY2001	\$57.4	\$3.4	\$31.4	\$0.2	\$2.7	\$3.0	\$4.5	\$1.3	\$1.8	\$0.6	\$0.1	\$106.4
FY2002	\$50.8	\$3.4	\$8.6	\$0.0	\$3.2	\$2.7	\$5.6	\$1.6	\$0.5	\$1.1	\$0.2	\$77.7
Total	\$1,185.9	\$38.4	\$309.8	\$5.5	\$29.3	\$38.1	\$41.0	\$9.8	\$12.4	\$10.8	\$14.4	\$1,695.4

{1} Revenue from timber sales and timber sales related activities

{2} Revenue from timber cutting rights on timber on Forest Board Purchase lands to the Common School, Capitol Building, Normal School, and University Granted Trusts . as payment on the FDA debt to RMCA.

{3} Interest income, Non-trust revenue, Operating transfer, Permits, fees, and miscellaneous

Source: Washington State, Department of Natural Resources Annual Report FY 1989-2001

Totals may not add due to rounding

**Table 9: Revenues Distributed to the Granted Trust Beneficiaries
From Granted Trust Assets managed by the Department of Natural Resources
By Fund**

Fiscal Year	Permanent Fund						Current Funds								Grand Total
	School	Normal	Agricultural	Scientific	University	Total Permanent Funds	School	Normal	Agricultural	Scientific	University	CEP&RI	Capitol	Total	
							Common School Construction Account	Normal Univerities' Capital Projects	WSU Bond Retirement	WSU Bond Retirement	UW Bond Retirement	CEP&RI Account	Capitol Building Construc.	Current Funds	
FY1989	\$1.2	\$6.5	\$3.9	\$3.5	\$1.4	\$16.4	\$86.1	\$0.1	\$0.0	\$0.2	\$6.4	\$3.3	\$7.1	\$103.3	\$119.7
FY1990	\$1.1	\$8.5	\$6.2	\$6.8	-\$0.2	\$22.3	\$160.6	\$0.7	\$0.2	\$0.5	\$9.8	\$9.3	\$10.8	\$191.9	\$214.1
FY1991	\$0.5	\$5.8	\$1.9	\$4.2	-\$0.5	\$11.8	\$147.4	\$0.6	\$0.3	\$0.6	\$13.5	\$5.6	\$6.3	\$174.3	\$186.1
FY1992	\$0.5	\$7.2	\$4.3	\$2.9	\$0.8	\$15.8	\$69.3	\$0.0	\$0.1	\$0.3	\$4.4	\$4.6	\$5.0	\$83.8	\$99.6
FY1993	\$0.5	\$5.5	\$1.6	\$3.6	\$0.7	\$11.9	\$90.5	\$0.1	\$0.1	\$0.3	\$3.8	\$3.4	\$5.7	\$103.8	\$115.7
FY1994	\$0.6	\$3.5	\$0.9	\$2.4	\$0.4	\$7.7	\$50.9	\$0.1	\$0.1	\$0.4	\$2.4	\$5.0	\$2.4	\$61.3	\$69.0
FY1995	\$0.6	\$2.3	\$1.9	\$6.2	\$1.0	\$12.0	\$95.5	\$0.1	\$0.2	\$0.1	\$4.5	\$2.6	\$4.8	\$107.7	\$119.7
FY1996	\$0.8	\$4.5	\$5.5	\$7.0	\$2.1	\$19.9	\$84.8	\$0.1	\$0.1	\$0.4	\$1.8	\$5.5	\$5.0	\$97.6	\$117.5
FY1997	\$1.0	\$3.7	\$4.4	\$7.9	\$2.8	\$19.8	\$84.4	\$0.1	\$0.2	\$0.3	\$2.5	\$12.9	\$7.3	\$107.7	\$127.5
FY1998	\$3.5	\$3.3	\$3.8	\$7.1	\$1.2	\$19.0	\$70.8	\$0.1	\$0.1	\$0.4	\$1.5	\$5.5	\$6.3	\$84.7	\$103.7
FY1999	\$0.8	\$3.4	\$3.8	\$7.5	\$2.0	\$17.6	\$86.6	\$0.1	\$0.2	\$0.3	\$1.8	\$4.5	\$7.3	\$100.8	\$118.5
FY2000	\$1.1	\$5.4	\$2.9	\$5.2	\$0.8	\$15.4	\$90.2	\$0.1	\$0.2	\$0.3	\$0.3	\$5.4	\$8.4	\$104.8	\$120.1
FY2001	\$0.7	\$4.3	\$1.4	\$4.5	\$0.6	\$11.6	\$83.5	\$0.1	\$0.3	\$0.3	\$1.1	\$3.3	\$6.2	\$94.8	\$106.4
FY2002	\$0.1	\$4.1	\$1.6	\$4.1	\$0.9	\$10.7	\$52.9	\$0.1	\$0.2	\$0.9	\$0.5	\$4.6	\$7.8	\$67.0	\$77.7
Total	\$13.0	\$67.9	\$44.2	\$72.9	\$14.0	\$212.0	\$1,253.5	\$2.3	\$2.3	\$5.2	\$54.4	\$75.4	\$90.3	\$1,483.4	\$1,695.4

Source: Washington State, Department of Natural Resources Annual Report FY 1989-2001

Totals may not add due to rounding

\$0.0